

June 3, 1998

Chevron U.S.A. Production Company
P.O. Box 1150
Midland, Texas 79702

Attention: Craig Wright

Administrative Order NSP-1393-A

Dear Mr. Wright:

Reference is made to your application dated March 26, 1998 for a 40-acre non-standard gas spacing and proration unit ("GPU") consisting of the following acreage in the Blinebry Oil and Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM
Section 30: SW/4 NW/4.

It is my understanding that this unit is to be dedicated to Chevron U.S.A. Production Company's ("Chevron") existing Vivian Well No. 3 (**API No. 30-025-12161**), located at a standard gas well location for the subject 40-acre GPU 1980 feet from the North line and 660 feet from the West line (Unit E) of said Section 30.

By authority granted me under the provisions of **Rule 2(d)** of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Blinebry Oil and Gas Pool*," as promulgated by Division Order No. R-8170, as amended, the above-described 40-acre non-standard gas spacing and proration unit is hereby approved. Also, you are hereby permitted to produce the allowable assigned the subject GPU, in accordance with Rule 5 of said pool rules based upon a unit size of 40 acres.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
File: NSP-1393

REMARKS: The previously approved Division Administrative Order NSP-1393, dated July 20, 1983, which order authorized a 120-acre non-standard Blinebry gas spacing and proration unit comprising the NW/4 and S/2 NW/4 of said Section 30 and dedicated to Chevron's Vivian Well No. 5 (**API No. 30-045-12163**), located at a standard gas well location 660 feet from the North and West lines (Unit D) of said Section 1, is hereby placed in abeyance until further notice. According to the records on file with the Division in Santa Fe, the Vivian Well No. 5 was recompleted as an "oil well" within the Blinebry Oil and Gas Pool in October, 1993.